



Memorandum # 46/2004

Commonwealth of Massachusetts | Public Employee Retirement Administration Commission
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MEMORANDUM

TO: All Retirement Board

FROM: Joseph E. Connarton, Executive Director

RE: Follow up to PERAC Memo # 44/2004 and the Option B Annuity Factors

DATE: December 9, 2004

On November 30, 2004 the Commission released the new Option A and Option B annuity factors. After the release, the Commission received several questions about the Option B factors.

As a result of the inquiries, the Commission is reviewing the methodology used to determine the Option B factors. Our initial review indicates that the factors may change, but any change to the factors and the resulting impact on the benefits will be minimal. The Commission is advising that the factors released on November 30, not be used until a final determination is made on the Option B factors. There will be no change in the Option A factors.

If you have any questions concerning this matter, do not hesitate to contact either Jim Lamenzo at (617) 666-4446 ext. 921 or John Boorack at (617) 666-4446 ext. 935.